VZCZCXRO5930 PP RUEHRG DE RUEHBR #0791 1241438 ZNR UUUUU ZZH P 041438Z MAY 07 FM AMEMBASSY BRASILIA TO RUEHC/SECSTATE WASHDC PRIORITY 8840 INFO RUEHBS/USEU BRUSSELS RUEHGV/USMISSION GENEVA 1530 RUCPDOC/USDOC WASHDC RUEHRI/AMCONSUL RIO DE JANEIRO 4310 RUEHSO/AMCONSUL SAO PAULO 9792 RUEHRG/AMCONSUL RECIFE 6603 RUEHBU/AMEMBASSY BUENOS AIRES 4750 RUEHAC/AMEMBASSY ASUNCION 6075 RUEHMN/AMEMBASSY MONTEVIDEO 6866

UNCLAS BRASILIA 000791

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DEPT FOR EB/TPP/MTA/MST FOR AARON SCHEIBE DEPT PASS USTR FOR BNORTON USDOC FOR DMENDOZA AND EBRZYTWA

E.O. 12958: N/A

TAGS: ECON ETRD WTO BR

SUBJECT: BRAZIL: U.S. WTO Proposal Demarche Response

REF: A) State 57995 B) Brasilia 319

(U) EconOff delivered reftel negotiation position to Grace Tanno, Deputy Director of Division of Market Access (DACESS) at the Ministry of External Relations. Tanno, who includes NTB issues in her portfolio, was non-committal. She said she was familiar with the USG position on the issue and informed EconOff that some aspects of current Brazilian legislation are "quiet different" from the USG position. Tanno noted that the GOB was still reviewing the proposal and existing legislation would have to be modified in coordination with existing Mercosul statutes should the USG negotiating points be accepted.

Sobel